

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7063

BILL NUMBER: HB 1504

NOTE PREPARED: Jan 4, 2005

BILL AMENDED:

SUBJECT: Levy Appeal to Replace Lost Correctional Revenue.

FIRST AUTHOR: Rep. Thomas

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill allows a county to appeal for a temporary, one-time increase in its maximum permissible levy if the county experienced a substantial decrease in distributions from the state or the federal government as a result of decreased placement of persons committed to the Department of Correction or the Federal Bureau of Prisons in the county jail. It makes a technical correction to convert certain sentence fragments into complete sentences.

Effective Date: Upon passage.

Explanation of State Expenditures: The appeal would not qualify for state Property Tax Replacement Credits or Homestead Credits.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: The bill will allow a county that has a substantial decrease in distributions from the state or the federal government, or both, as a result of a decrease in placements of persons committed to the Department of Correction or the Federal Bureau of Prisons in the county jail or juvenile detention center, to appeal for an increase in levy for one year. It is unknown how many counties might file for the appeal. In November 2003, the state placed 1,492 prisoners in county jails. The number increased to 1,633 in April 2004, and 1,913 for November 2004. The state pays \$35 a day for prisoners placed in county jails. The bill authorizes the appeal to be considered for CY 2005.

State Agencies Affected:

Local Agencies Affected: Counties.

Information Sources: Department of Correction Monthly reports.

Fiscal Analyst: Chuck Mayfield, 317-232-4825.